GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3642
ANSWERED ON:25.08.2006
LOANS AT CONCESSIONAL RATES
Jagannath Dr. M.

Will the Minister of FINANCE be pleased to state:

(a) whether the financial institutions hesitate to lend enough money at concessional rates for setting up of projects in backward areas ;

(b) if so, the reasons therefor; and

(c) the steps/corrective measures taken by the Government in this regard ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (c): Financial Institutions have reported that they extend assistance to viable projects at competitive rates irrespective of the location of the project.